Grantor: Denali Commission

510 "L" Street, Suite 410

Anchorage, Alaska 99501

Grantee: City of Klawock

P.O.Box 469 Klawock, Alaska

99925

Project Name: 3.5-Mile Creek Water Source

Project Number: 0002-DC1999-ED1

Accounting Code: 95X1200 95870000 95-67

Project Officers: <u>Joel Neimeyer</u>

Donna J. Williams

Grantor

Grantee

PROGRESS REPORT

Quarter Dates Dec 30, 2001 -

June 30, 2002

A. Project Status

RFP went to bid with ANTHC receiving the award. It was later decided that ANTHC did not have time to do the work and so went to bid again with the assistance of ANTHC in the selection process. ANTHC is our representative at this time. CE2 received the award to do the preliminary analysis of the 3-Mile site. To date the work is not complete. We will continue throughout this year to get to a point of moving forward.

B. Project on schedule.

C. Project on budget.

D. Project problems.

If so, planned action to address problems.

We are working with ANTHC to get this project moving forward.

City of Klawock

Donna J. Williams, Mayor